

JULY 7, 1980

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON JULY 7, 1980 AT 10.00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

MINERAL LEASE APPLICATIONS

BUILDING STONE LEASE APPLICATION - APPROVED

Upon recommendation of Mr. Blake, the Director approved the Building Stone lease application listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 38302	T9S, R1E, SLM	Utah
Robert H. Oberg	Section 16: SE $\frac{1}{4}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$,	120.00 acres
Box 19-D, RFD	NW $\frac{1}{4}$ SE $\frac{1}{4}$	
Santaquin, UT 84655		

RELEASE OF BOND - METALLIFEROUS MINERALS LEASE...ML 29915

Emery Uranium Inc., has requested release of Certificate of Deposit #4593121, Valley Bank & Trust Co., \$1,000, held as reclamation bond on ML 29915. Emery Uranium has conducted no operations under the subject lease; therefore, upon recommendation of Mr. Blake, the Director approved the release of this bond.

CANCELLATION OF OIL, GAS AND HYDROCARBON LEASE...ML 33956

It has been discovered that Oil, Gas, and Hydrocarbon lease ML 33956 was issued in error. This lease was issued on February 7, 1977, to Mr. Walter D. Broadhead, Grand Junction, Colorado on E $\frac{1}{2}$ Section 35, T21S, R23E, SLM.

ML 33956 should not have been issued since the lands were already included in Oil, Gas, and Hydrocarbon lease ML 28226; therefore, upon recommendation of Mr. Prince, the Director approved the cancellation of ML 33956 and the rental payments made on this lease should be refunded to Mr. Broadhead. The filing fee forfeited to the State.

MINERAL LEASE ASSIGNMENTS

TOTAL ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas and Hydrocarbon leases listed to Petroleum Exploration, Inc. 1228 15th St., Suite 201, Denver, CO 80202 by Robert D. St. John. No override.

LEASE OWNERSHIP: Robert D. St. John

ML 37641....T38S, R3E, Sec 2: A11, 461.60	Kane
ML 37642....T38S, R3E, Sec 32: A11, 640.00	Kane
ML 37643....T38S, R4E, Sec 32: A11, 640.00	Kane
ML 37645....T39S, R2E, Sec 2: Lot 2, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$, 520.04	Kane
ML 37646....T39S, R4E, Sec 16: A11, 640.00	Kane
ML 37647....T40S, R4E, Sec 2: A11, 639.72	Kane

JULY 7, 1980

TOTAL ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES CONTINUED

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas and Hydrocarbon lease listed below to Southland Royalty Company, 410-17th Street, Suite 1000, Denver, CO 80202 by Worldwide Energy Corporation, who reserves 5% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Worldwide Energy Corporation

ML 33231....T36S, R25E, Sec 36: E $\frac{1}{2}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$, 600.00 San Juan

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas & Hydrocarbon leases listed below to The Dow Chemical Company, 410 - 17th Street, #1950, Denver, CO 80202 by Douglas E. Nelson, who reserves 5% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Douglas E. Nelson

ML 34263....T20S, R16E, Sec 21: S $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$,
Sec 28: S $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$, 240.00 GrandML 34264-A...T20S, R16E, Sec 34: Lots 2,3, 4, NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$,
NE $\frac{1}{4}$ SE $\frac{1}{4}$; Sec 35: Lots 3,4, N $\frac{1}{2}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, 902.85 GrandINTEREST ASSIGNMENT - OIL, GAS AND HYDROCARBON LEASE

Upon recommendation of Mr. Prince, the Director approved the assignment of 6 $\frac{1}{2}$ % interest in the Oil, Gas and Hydrocarbon lease listed below to Zobrist, Garner & Garrett, 707 Wilshire Blvd., #4100, Los Angeles, CA 90017 by Crest Oil Co. No override.

LEASE OWNERHIP: Crest Oil Co. - 6 $\frac{1}{2}$ % orr, Zobrist, Garner & Garrett - 12 $\frac{1}{2}$ %
Petrovest International - 81 $\frac{1}{4}$ %ML 27798....T21S, R23E, Sec 2: N $\frac{1}{2}$, 320.00 GrandTOTAL ASSIGNMENTS - METALLIFEROUS MINERALS LEASES

Upon recommendation of Mr. Prince, the Director approved the assignment of the Metalliferous Minerals lease listed below to T.I.G.R., Inc., c/o Clayton D. Tipping, 601 Valley Federal Plaza, Grand Junction, CO 81501 by Porto Bello, Inc., who reserves 4% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Porto Bello, Inc.

ML 29805....T23S, R24E, Sec 36: NW $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$,
T23S, R25E, Sec 32, NE $\frac{1}{4}$ NW $\frac{1}{4}$, 160.00 Grand

Upon recommendation of Mr. Prince, the Director approved the assignment of the Metalliferous Minerals lease listed below to Exxon Corporation, c/o Exxon Company, USA, P.O. Box 120, Denver, CO 80201 by Jerome B. Guinand. No override.

LEASE OWNERSHIP: Jerome B. Guinand

ML 37406....T20S, R8E, Sec 2: Lots 1,2, SE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, S $\frac{1}{2}$, Sec 16: All
Sec 19: W $\frac{1}{2}$ E $\frac{1}{2}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$, W $\frac{1}{2}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$, Secs 32,36: All, 2467.48 Emery

JULY 7, 1980

INTEREST ASSIGNMENTS - GEOTHERMAL LEASES

Upon recommendation of Mr. Prince, the Director approved the assignment of 40% interest in the Geothermal lease listed below to O'Brien Resources Corporation, 49 Toussin Ave., Kentwood, CA 94904 by Amax Exploration, Inc. No override, but subject to 2-3/4% previously reserved overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Resources Management Co. - 20%
O'Brien Resources Corp - 40%; Amax Exploration Inc - 40%

ML 28412....T26S, R9W, Sec 2: A11, 654.58

Millard

Upon recommendation of Mr. Prince, the Director approved the assignment of 50% interest in the Geothermal leases listed below to O'Brien Resources Corp., 49 Toussin Ave., Kentfield, CA 94904 by Amax Exploration, Inc. No override, but subject to 1 1/4% previously reserved overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: O'Brien Resources Corp - 50%; Amax Exploration Inc. - 50%

ML 29845....T27S, R8W, Sec 7: E 1/2; Sec 17: A11; Sec 18: E 1/2, 1286.28 Beaver
ML 29846....T26S, R8W, Sec 32: A11, 640.00 Beaver
ML 30048....T27S, R8W, Sec 2: A11, 621.18 Beaver

EXPIRATION OF OIL, GAS AND HYDROCARBON LEASES

The Oil, Gas, and Hydrocarbon leases listed below reached the end of their terms on June 30, 1980, and expired. Upon recommendation of Mr. Prince, the Director approved the termination of these leases and offering the lands for lease by Simultaneous Bid.

Lease No.	Lessee	Description	
ML 26986	Gulf Oil Corporation	T25S, R25E, SLM. Sec. 2 - Lots 2,3,4, S 1/2 N 1/2, S 1/2	599.85 acres
ML 26990	Toledo Mining Co.	T6S, R22E, SLM. Sec. 9 - NW 1/4 NW 1/4	40.00 acres
ML 26994	Howell Spear & Western Reserves Oil Co.	T1S, R5W, USM. Sec. 10 - W 1/2 W 1/2	160.00 acres
ML 26994-A	Bow Valley Petroleum, Inc.	T1S, R4W, USM. Sec. 7 - Lots 1,2 T1S, R5W, USM. Sec. 12 - E 1/2 NE 1/4	152.96 acres
ML 26998	Shell Oil Company	T33S, R5W, SLM. Sec. 16: SW 1/4 SW 1/4, N 1/2 SW 1/4, N 1/4 NW 1/4, SE 1/4 NW 1/4, W 1/2 NE 1/4	320.00 acres
ML 26999	Shell Oil Company	T33S, R6W, SLM. Sec. 36 - E 1/2, SE 1/4 NW 1/4, SW 1/4 T34S, R6W, SLM. Sec. 2 - A11	1169.82 acres
ML 27000	Shell Oil Company	T34S, R5W, SLM. Sec. 11 - W 1/2 NE 1/4, E 1/2 NW 1/4, N 1/2 SW 1/4, NW 1/4 SE 1/4 Sec. 16 - All of Lot 30, More Particularly described as beginning at the SW cor of Lot 30 in the NE 1/4 SW 1/4 and running th N 1006' W 9.97 chs, th S 88°58' E 9.30 chs, th S 0°49' W 9.48 chs, th S 89°47' W 8.96 chs to the pob.	1036.75 acres

CONTINUED ON PAGE FOUR

JULY 7, 1980

EXPIRATION OF OIL, GAS AND HYDROCARBON LEASES

The Oil, Gas, and Hydrocarbon leases listed below have reached the end of their terms on June 30, 1980, and have expired. Upon recommendation of Mr. Prince, the Director approved the termination of these leases and offering the lands for lease by Simultaneous Bid.

<u>Lease No.</u>	<u>Lessee</u>	<u>Description</u>
ML 27000 continued		All of Lot 14, and, ALSO, beg at a point 3.28 chs N and 5.41 chs E of the SW cor of the SE¼ of the NW¼ of said Sec 16, th N 88°38' E 22.29 chs, th N 12°15' W 6.80 chs, th N 36°39' E 1.23 chs, th N 64°50' E 1.92 chs, th N 45°48' E 2.98 chs, th N 48°45' E 3.20 chs, th N 18°07' E 4.50 chs, th N 15°19' E 4.78 chs, th S 88°32' W 9.90 chs, th N 9.97 chs, th S 89° W 21.09 chs, th S 31.09 chs to the pob. The same being all of Lot 22 and the S part of Lot 23, in Sec. 16, Township and Range aforesaid as shown by the survey of the E½ and the E½W½ of said Sec. (This survey was made by M.M. Steel, Jr., a plat of said survey having been filed in the office of the County Recorder, Garfield County, Utah on March 18, 1898.) ALSO, Lot 21 in Sec. 16 of T34S, R5W, SLM. Sec. 36: A11
ML 27701	Shell Oil Company	T34S, R6W, SLM. 560.00 acres Sec. 36: W½, NW¼NE¼, SE¼NE¼, SE¼
ML 27009	Mountain Fuel Supply Co.	T37S, R25E, SLM. 640.00 acres Sec. 36: A11
ML 27010	Bernice Bleckert	T20S, R24E, SLM. 640.00 acres Sec. 32: A11
ML 27018	Shell Oil Company	T33S, R5W, SLM. 284.52 acres Secs. 28, 29, 32 & 33 as follows: Beg at the S Quarter Sec. Cor of Sec. 29, and running th N 20.00 chs; th E 49.29 chs; th S 12°14' W 18.59 chs; th W 6.89 chs; th S 1.85 chs; th W 38.02 chs to the pob, containing 92.86 acres, m/l. Beg 20 chs E of the Center of Sec. 32, and running th N 7.00 chs; th E 17.50 chs; th S 12°14' W 27.62 chs; th W 11.87 chs; th N 20.00 chs to the pob, containing 39.25 acres, m/l. Beg at a point 5.00 chs E of the NE Cor of Sec. 32, and running th N 12°14' E 1.87 chs; th W 6.89 chs; th S 1.85 chs; th W 38.02 chs; th S 20.00 chs; th E 20.00 chs; th S 13.00 chs; th E 17.50 chs; th N 12°14' E 34.00 chs to the pob, containing 110.59 acres, m/l. Also: Beg 20.00 chs E and 6.25 chs S of the NW cor of Sec. 33, and running th S 5.75 chs; th S 51° W 12.80 chs; th W 8.00 chs; th N 12°14' E 14.14 chs; th E 14.62 chs, to pob, containing 18.29 acres, m/l. Also: Beg at a point 6.39 chs E of the NW cor of Sec. 33, and running th E 13.61 chs; th S 6.25 chs; th W 14.62 chs; th N 12°14' E 6.42 chs to the pob, containing 9.27 acres, m/l. Also: Beg at a point 20.00 chs E and 12.00 chs S of the NW cor of Sec. 33, and running th N 12.00 chs; th E 20.00 chs; th S 6.00 chs; th W 12.50 chs; th S 51° W 9.00 chs to pob, containing 14.26 acres, m/l.

PAGE NO. FIVE

JULY 7, 1980

RIGHT OF WAY APPLICATION

RIGHT OF ENTRY APPROVED....R/W No. 1937 *PBW*

Seismograph Service Corporation, c/o George Whitney, Jr., Box 1468, Cortes, Colorado 81321, has submitted an application to conduct a seismic survey on the following State land:

T38S, R23E, San Juan County
Sec 27: S $\frac{1}{2}$ SE $\frac{1}{4}$

The initial payment is \$25.00, plus a \$20.00 application fee totaling \$45.00. School fund. The expiration date is September 30, 1980. Upon recommendation of Mr. Wilcox, the Director approved this Right of Entry.

RIGHT OF WAY APPLICATION

RIGHT OF ENTRY APPROVED....R/W No. 1943 *B.*

Geophysical Service Inc., Party 1746, P. O. Box 671, Pleasant Grove, Utah 84062 has submitted an application for a permit to conduct a vibroseis seismic survey on one mile of the following described State land:

T11N, R3E, SLB&M Cache County
Section 36

The initial payment is \$50.00, plus a \$20.00 application fee, total of \$70.00. School Fund. The expiration date is August 15, 1980. Upon recommendation of Mr. Brown, the Director approved this Right of Entry

EXPIRATION OF SPECIAL USE LEASE AGREEMENT....SULA 356 *JM*

Special Use Lease Agreement #356 expired June 30, 1980 containing 40 acres in San Juan County - in the name of:

Department of the Army
Sacramento Dist. Corp. of Eng.
650 Capitol Mall
Sacramento, California 95814

Upon recommendation of Mr. Miller, the Director approved the termination of this Special Use Lease Agreement.

INTEREST RATES *JM*

CURRENT WEEK

YEAR AGO

Prime Rate	11-1/2	11.50
Federal Funds	13-7/8	7.40
Discount Rate	11	9.50

W. K. Dinehart
WILLIAM K. DINEHART, DIRECTOR
DIVISION OF STATE LANDS

Verna A. Petersen
VERNA A. PETERSEN, RECORDS SUPERVISOR

ARCHIVES APPROVAL NO. 7900209

7/7/80

vp

PAGE NO. 5